

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

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APR 19 2004

AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY



W-01976A
Tall Pine Estates Water & Improvement Association
HC 31 Box 25
Mormon Lake AZ 86038

ANNUAL REPORT

FOR YEAR ENDING

12	31	2003
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FOR COMMISSION USE

Ann04	03
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COMPANY INFORMATION

Company Name (Business Name) <u>Tall Pine Estates Water and Improvements Association, Inc.</u>		
Mailing Address <u>HC 31 Box 25</u>		
<u>Mormon Lake,</u> (City)	<u>AZ</u> (State)	<u>86038</u> (Zip)
<u>928 354 2699</u> Telephone No. (Include Area Code)	<u>928 354 2699</u> Fax No. (Include Area Code)	<u>N/A</u> Pager/Cell No. (Include Area Code)
Email Address <u>N/A</u>		
Local Office Mailing Address <u>Same as Above</u>		
<u>928-354-2513 (water operator)</u> Local Office Telephone No. (Include Area Code)	<u></u> Fax No. (Include Area Code)	<u></u> Pager/Cell No. (Include Area Code)
Email Address <u></u>		

MANAGEMENT INFORMATION

Management Contact: <u>Clark Franz</u>		<u>Water operator</u>	
<u>Same as Above</u> (Name)	<u></u> (Title)		
<u>Same as Above</u> (Street)	<u></u> (City)	<u></u> (State)	<u></u> (Zip)
<u>928 354 2513</u> Telephone No. (Include Area Code)	<u></u> Fax No. (Include Area Code)	<u></u> Pager/Cell No. (Include Area Code)	
Email Address <u></u>			
On Site Manager: <u>Same as Above</u>			
<u></u> (Name)			
<u></u> (Street)	<u></u> (City)	<u></u> (State)	<u></u> (Zip)
<u></u> Telephone No. (Include Area Code)	<u></u> Fax No. (Include Area Code)	<u></u> Pager/Cell No. (Include Area Code)	
Email Address <u></u>			

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: Sherra Lyon
(Name)

Same as above
(Street) (City) (State) (Zip)

928 354 2699
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Attorney: N/A
(Name)

(Street) (City) (State) (Zip)

Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- | | |
|---|--|
| <input type="checkbox"/> Sole Proprietor (S) | <input checked="" type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P) | <input type="checkbox"/> Subchapter S Corporation (Z) |
| <input type="checkbox"/> Bankruptcy (B) | <input type="checkbox"/> Association/Co op (A) |
| <input type="checkbox"/> Receivership (R) | <input type="checkbox"/> Limited Liability Company |
| <input type="checkbox"/> Other (Describe) _____ | |

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- | | | |
|-------------------------------------|-----------------------------------|--|
| <input type="checkbox"/> APACHE | <input type="checkbox"/> COCHISE | <input checked="" type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA | <input type="checkbox"/> GRAHAM | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ | <input type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE |
| <input type="checkbox"/> NAVAJO | <input type="checkbox"/> PIMA | <input type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

COMPANY NAME

Tall Pine Estates water...

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements	3,957	3,566	391
307	Wells and Springs			
311	Pumping Equipment	14,251	13,850	401
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	36,070	33,059	3,011
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations			
335	Hydrants	896	896	- 0 -
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	10,743	6,968	3,774
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment	4,934	3,004	1,931
348	Other Tangible Plant			
	TOTALS	70,851	61,344	9,507

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements			
307	Wells and Springs			
311	Pumping Equipment			
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes			
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations			
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS			2,341

*See attached
Schedule for
Depreciation
Calculations.*

This amount goes on Comparative Statement of Income and Expense _____
Acct. No. 403.

Year Ended 12/31/2003

PPD BY SABA'S

ASSET NO. DESCRIPTION	<BU%> LIFE	DATE PL IN SRVCE	DEPRECIATION METHOD	DEPR. BASIS	SEC 179 EXPENSE	12/31/2002 ACCUM DEPR	CURRENT DEPR	12/31/2003 ACCUM DEPR	NET BOOK VALUE
(C0)									
* Acct. (none) *		2	asset(s)	1,234.62	0.00	0.00	493.84	493.84	740.78
** (C0) **		2	asset(s)	1,234.62	0.00	0.00	493.84	493.84	740.78
Structures & Improve (C1)									
* Acct. (none) *		3	asset(s)	3,957.00	0.00	3,462.38	104.08	3,566.46	390.54
** Structures & Improve (C1) **		3	asset(s)	3,957.00	0.00	3,462.38	104.08	3,566.46	390.54
Electric Pumping EQUI (C2)									
* Acct. (none) *		4	asset(s)	14,251.00	0.00	13,850.40	0.00	13,850.40	400.60
** Electric Pumping EQUI (C2) **		4	asset(s)	14,251.00	0.00	13,850.40	0.00	13,850.40	400.60
Dist. reservoirs (C3)									
* Acct. (none) *		4	asset(s)	36,070.00	0.00	31,959.20	1,100.04	33,059.24	3,010.76
** Dist. reservoirs (C3) **		4	asset(s)	36,070.00	0.00	31,959.20	1,100.04	33,059.24	3,010.76
Other Plant&Misc EQUI (C4)									
* Acct. (none) *		4	asset(s)	9,508.00	0.00	6,358.10	116.42	6,474.52	3,033.48
** Other Plant&Misc EQUI (C4) **		4	asset(s)	9,508.00	0.00	6,358.10	116.42	6,474.52	3,033.48
Hydrants (C5)									
* Acct. (none) *		1	asset(s)	896.00	0.00	896.00	0.00	896.00	0.00
** Hydrants (C5) **		1	asset(s)	896.00	0.00	896.00	0.00	896.00	0.00
Misc. Equipment (C6)									
* Acct. (none) *		3	asset(s)	4,934.19	0.00	2,477.05	526.52	3,003.57	1,930.62
** Misc. Equipment (C6) **		3	asset(s)	4,934.19	0.00	2,477.05	526.52	3,003.57	1,930.62
GRAND TOTALS		21	asset(s)	70,850.81	0.00	59,003.13	2,340.90	61,344.03	9,506.78

ASSET SUMMARY

	Assets	Original Cost	Depreciable Basis
Beginning	19	69,616.19	69,616.19
Additions-Full Cost	2	1,234.62	1,234.62
Dispositions	0	0.00	0.00
IRC 179 Expense			0.00
ITC Basis Reduction			0.00
Reduction Recovery			0.00
Ending	21	70,850.81	70,850.81
		Depreciation+179 Exp	Depreciation
Beginning		59,003.13	59,003.13
Current		2,340.90	2,340.90
Dispositions		0.00	0.00
Ending		61,344.03	61,344.03

Method codes: M, Q, Y=Mid-month, -quarter, half-year convention; A=Luxury auto;
AB=Adj basis; Am=Amortized; B=Electric vehicle; D=Purchase date; E=Empwrmt
zone pty; F=Farm pty; H=Low income hsnng; I=Indian reservation pty; L=Listed;
PU=Public utility pty; R=Renewal community pty; S=Use subst basis; X=IRS
like kind exch rules; Z=NY Liberty Zone; 2=Apply JCWA02; !=Force full depr
in final year

Total 0.00

The following additions used 30% special depreciation allowance
permitted by the Job Creation and Worker Assistance Act of 2002:

ASSET NO. DESCRIPTION	ALLOWANCE
20.00 Air Compressor	185.19
21.00 Air Compressor	185.19
Total	370.38

Year Ended 12/31/2003

PPD BY SABA'S

Summary of Current Year Additions

(Using Date Placed in Service)

TRA-86 Half-year, Mid-quarter Test:	
First quarter additions	\$ 0.00
Second quarter additions	617.31
Third quarter additions	617.31
Fourth quarter additions	0.00

TRA-86 Test total	1,234.62
IRC 179 Expense	0.00
Non-depreciable property additions	0.00
Depreciable real property additions	0.00
Method 12 (other) additions	0.00
Additions sold in current year	0.00
Additions to be amortized	0.00
Additions purchased in different year	0.00
Purchases placed in service in different year	0.00
NBV of trade-in assets	0.00

Total current year purchases	\$ 1,234.62
	=====

Fourth quarter 'TRA-86 Test' additions equal 0.000 percent
of total 'TRA-86 Test' additions.

Half-Year convention is used for all current year MACRS and AMT
depreciation for property with a 4797 type other than 50 (that is,
other than real property).

COMPANY NAME Tall Pine Estates Water...

BALANCE SHEET

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 53,362	\$ 59,165
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	190	894
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$	\$
	FIXED ASSETS		
101	Utility Plant in Service	\$ 69,614	\$ 70,852
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	(59,003)	(61,344)
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 10,613	\$ 9,507
	TOTAL ASSETS	\$ 64,166	\$ 69,567

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME Tall Pine Estates Water & Improvement Assoc.

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable	\$	\$
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits		
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$	\$
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$	\$
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$	\$
	TOTAL LIABILITIES	\$	\$
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$	\$
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	64,166	69,567
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 64,166	\$ 69,567
	TOTAL LIABILITIES AND CAPITAL	\$ 64,166	\$ 69,567

COMPANY NAME Tall Pine Estates Water & Improvements Assoc. Inc.

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$	\$
460	Unmetered Water Revenue	12,800	13,000
474	Other Water Revenues	4,500	
	TOTAL REVENUES	\$ 17,300	\$ 13,000
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 4,000	\$ 5,000
610	Purchased Water		
615	Purchased Power	1,191	979
618	Chemicals		
620	Repairs and Maintenance	872	1,982
621	Office Supplies and Expense	281	277
630	Outside Services	280	0
635	Water Testing	327	564
641	Rents		
650	Transportation Expenses		
657	Insurance – General Liability	2,710	3,301
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	219	118
403	Depreciation Expense	2,907	2,341
408	Taxes Other Than Income	232	421
408.11	Property Taxes	567	519
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 13,585	\$ 15,502
	OPERATING INCOME/(LOSS)	\$ 3,715	\$ (2,502)
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$ 609	\$ 457
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	TOTAL OTHER INCOME/(EXPENSE)	\$ 609	\$ (2,045)
	NET INCOME/(LOSS)	\$ 4,324	\$ (2,045)

COMPANY NAME

SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan	N/A			
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate				
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End \$ _____

Meter Deposits Refunded During the Test Year \$ _____

COMPANY NAME Tall Pine Estates Water and Improvements Assoc. Inc.

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (Gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-9 (18-09)	3	80	8"		N/A	
55-28 L30-1	3	80	8"		1	
55-CR 8-400	3	80	8"		1	

- Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity

COMPANY NAME Tall Pine Estates water...

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2		
3		
4		
5		
6		
8		
10		
12		

CUSTOMER METERS

none

Size (in inches)	Quantity
5/8 X 3/4	
3/4	
1	
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category.

TREATMENT EQUIPMENT:

STRUCTURES:

Building - 1940s Metal Pumpouse

OTHER:

See asset listing provided on the depreciation
Schedule for a complete list of all utility owned assets.

COMPANY NAME:

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2003

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
JANUARY	65	— Not Metered	—
FEBRUARY			
MARCH		Note: Although we serviced 65 homes during the year, this community is mostly seasonal residents (Summer Vacation homes) - usage is highest during the Summer months.	
APRIL			
MAY			
JUNE			
JULY			
AUGUST			
SEPTEMBER			
OCTOBER			
NOVEMBER			
DECEMBER			
TOTAL		N/A	

Is the Water Utility located in an ADWR Active Management Area (AMA)?

() Yes () No

Does the Company have An ADWR Gallons Per Capita Per Day (GPCPD) requirement?

() Yes (✓) No

If yes, provide the GPCPD amount: _____

What is the level of arsenic for each well on your system. _____ mg/l

(If more than one well, please list each separately)

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME Tall Pine Estates Water YEAR ENDING 12/31/2003

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2003 was: \$ 518.82

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

Parcel #'s { 934-00-110T
 { 934-00-100S

pd 9-25-03

If no property taxes paid, explain why. _____



Bank One, NA
Arizona Market
P.O. Box 260180
Baton Rouge, LA 70826-0180

NNN P 1 0 12 20277



TALL PINE ESTATES WTR-IMPROV ASSOC INC
HC 31 BOX 25
MORMON LAKE AZ 86038-9703

Sep 18 through Oct 17, 2003

Page 1 of 4

To Contact Bank One

By Phone: 1-800-404-4111
Para Espanol: 1-877-428-9707
Hearing Impaired: 1-888-663-4833
Internet: www.BankOne.com

Summary of Account Balances

All summary balances shown are as of October 17, 2003 unless otherwise stated. For details of your IRAs, credit accounts or securities accounts, you will receive separate statements.

Checking and Savings	Interest paid this year	Balance as of Oct 17
Bank One Basic Business Checking		\$549.83
Bank One Business High Balance Savings	367.41	52,539.88
	\$367.41	\$53,089.71

BANK ONE BASIC BUSINESS CHECKING

Account number 000000014718208

	Items	Amount
Beginning balance		\$1,253.06
Checks paid	3	- 658.82
Other withdrawals	1	- 44.41
Deposits / additions / other credits	0	0.00
Balance as of Oct 17		\$549.83

Checks paid

Number	Amount	Date paid	Number	Amount	Date paid
1262	518.82	10-06	1264	50.00	10-08
1263	90.00	10-07	Total	658.82	

\$ 2000 trans Sug to
alg 10/29/03

continues

TALL PINE ESTATES WTR-IMPROV ASSOC INC

Acct # 000000014718208

Sep 18 through Oct 17, 2003

Page 4 of 4

TALL PINE ESTATES WTRIMPROV ASSN. INC.		1262
DATE 9/25/03		100
PAY TO THE ORDER OF <u>Coconino County Treasurer</u>		\$ 518.22
Five hundred eighteen and 22/100		DOLLARS
BANK ONE		
FOR DEPOSIT ONLY		
MICR LINE: ⑆001262⑆ ⑆122800024⑆ ⑆1471-8208⑆ ⑆0000051882⑆		

R005640670706 OCT 6 #1262 \$518.82

TALL PINE ESTATES WTRIMPROV ASSN. INC.		1263
DATE 10/3/03		100
PAY TO THE ORDER OF <u>SCF of Arizona</u>		\$ 90.00
Ninety and 00/100		DOLLARS
BANK ONE		
FOR DEPOSIT ONLY		
MICR LINE: ⑆001263⑆ ⑆122800024⑆ ⑆1471-8208⑆ ⑆0000000000⑆		

R005140181213 OCT 7 #1263 \$90.00

TALL PINE ESTATES WTRIMPROV ASSN. INC.		1264
DATE 10/3/03		100
PAY TO THE ORDER OF <u>Western Technologies</u>		\$ 50.00
Fifty and 00/100		DOLLARS
BANK ONE		
FOR DEPOSIT ONLY		
MICR LINE: ⑆001264⑆ ⑆122800024⑆ ⑆1471-8208⑆ ⑆0000005000⑆		

R008740000829 OCT 8 #1264 \$50.00

These are Bank provided Copies of Cancelled Checks. The Bank no longer returns original Checks, (they send this instead).

Need more information about any of these checks? Registered users of Bank One Online® see BOTH front and back of their cleared checks. Bank One Online is a free service. Visit www.BankOne.com to enroll or log in.

COMPANY NAME Tall Pine Estates Water YEAR ENDING 12/31/2003

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported
Estimated or Actual Federal Tax Liability

State Taxable Income Reported
Estimated or Actual State Tax Liability

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances
Amount of Gross-Up Tax Collected
Total Grossed-Up Contributions/Advances

N/A

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.


SIGNATURE

4-13-04
DATE

Sherie Lyon
PRINTED NAME

Secretary / Treas.
TITLE

VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only

RECEIVED

APR 19 2004

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	<u>Coconino</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>Sherra Lyon / Secretary/Treasurer</u>
COMPANY NAME	<u>Tall Pine Estates Water and Imp. ASSOC. Inc.</u>

ARIZONA CORPORATION COMMISSION
DIRECTOR OF UTILITIES

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2003</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2003 WAS:

Arizona IntraState Gross Operating Revenues Only (\$)

\$ 13,000.00

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 0
IN SALES TAXES BILLED, OR COLLECTED

**REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

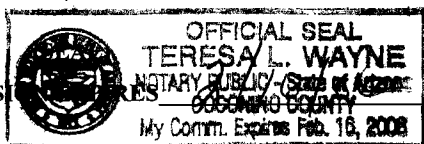
14th

DAY OF

Sherra Lyon
SIGNATURE OF OWNER OR OFFICIAL
928-354-2699
TELEPHONE NUMBER

COUNTY NAME	<u>Coconino</u>
MONTH	<u>April</u>
YEAR	<u>2004</u>
<u>Teresa L. Wayne</u> SIGNATURE OF NOTARY PUBLIC	

MY COMMISSION



RECEIVED

APR 19 2004

VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY

ARIZONA CORPORATION COMMISSION
DIRECTOR OF UTILITIES

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

(COUNTY NAME) <u>Cocconino</u>	
NAME (OWNER OR OFFICIAL) <u>Sherra Lyon</u>	TITLE <u>Secretary/Treasurer</u>
COMPANY NAME <u>Tall Pine Estates Water & Improvements Assoc. Inc.</u>	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION
FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2003</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2003 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 12,800

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 0
IN SALES TAXES BILLED, OR COLLECTED

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

Sherra Lyon
SIGNATURE OF OWNER OR OFFICIAL

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

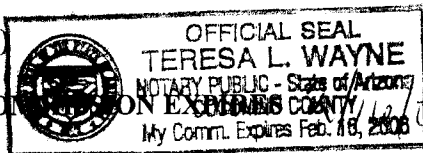
14

DAY OF

NOTARY PUBLIC NAME <u>TERESA L. WAYNE</u>	
COUNTY NAME <u>COCONINO</u>	
MONTH <u>April</u>	YEAR <u>2004</u>

(SEAL)

MY COM



X Teresa L. Wayne
SIGNATURE OF NOTARY PUBLIC